

SENATE BILL 3363  
By Herron

AN ACT to amend Tennessee Code Annotated, Title 4;  
Title 12; Title 53 and Title 67, relative to public  
contracts.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Title 12, Chapter 4, Part 1, is amended by  
adding the following as a new, appropriately designated section:

Section \_\_\_\_\_. Any private entity which receives tax credits or public funding as an  
incentive to establish operations in this state shall refund the full value of such incentives  
if the entity terminates operations in this state within five (5) years of their receipt. The  
provisions of this section shall apply to all contracts entered into between the state and  
private entities, including but not limited to public contracts as set forth in this chapter,  
and economic development agreements and funding received pursuant to Title 4,  
Chapter 17, Part 4.

SECTION 2. Nothing in this act shall be construed to rescind, impair or affect any  
contracts in effect on June 30, 2006, and shall only apply to contracts entered into, or renewed,  
on or after July 1, 2006.

SECTION 3. This act shall take effect July 1, 2006, the public welfare requiring it.